

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF KIRKSVILLE WATER)	
ASSOCIATION, INC. TO ESTABLISH AND)	
INCREASE CERTAIN NON-RECURRING)	CASE NO. 90-183
CHARGES AND REVISE ITS RULES AND)	
REGULATIONS)	

O R D E R

On June 25, 1990, Kirksville Water Association, Inc. ("Kirksville") filed an application seeking approval of its revised rules and regulations and to establish and increase certain non-recurring charges. By letter of July 10, 1990, Kirksville was informed of various deficiencies in its filing. On July 23, 1990, Kirksville filed additional information to correct the deficiencies; however, Kirksville's notice to customers was not in compliance with 807 KAR 5:011, Section 8(3). Revised notice was published on August 8, 15, and 22, 1990. By Order of August 27, 1990, the Commission requested that additional information be filed. On August 31, 1990, Kirksville filed revisions to its application which resulted in proposed non-recurring charges which differed from those previously proposed.

An informal conference was held on October 10, 1990 at the Commission's offices in Frankfort, Kentucky. Subsequently, on December 3 and December 4, 1990, Kirksville filed revisions based on the discussion at the informal conference and, on January 17,

1991 filed additional revisions requested by letter of December 11, 1990. Since some of the non-recurring charges proposed by Kirksville in revised filings were higher than those initially proposed, Kirksville published additional notice to its customers. A copy of the notice and an affidavit of publication were filed with the Commission on February 20, 1991.

Kirksville proposed to establish a flat rate deposit for all customers pursuant to 807 KAR 5:006, Section 7, and service investigation charges where such investigations are performed at the request of the customer and it is determined the problem is not the result of failure of the utility's facilities or service. Kirksville also proposed to increase its charges for customer-requested meter tests, recheck of a meter reading where original reading is found to be correct, meter turn-on/change-over, returned checks and reconnections. Detailed cost justification was provided for each proposed charge.

Kirksville further proposed to change its tap fees for meters larger than 5/8-inch x 3/4-inch by charging the same basic tap fee for all meter sizes, but adding the actual cost of material required for larger meter installations in excess of the base tap fee. In support of this proposal, Kirksville provided copies of invoices showing the fluctuation of costs involved in large meter installations.

Kirksville also proposed to revise its rules and regulations in order to update, clarify, and bring them into compliance with the Commission's regulations.

The Commission, having reviewed the evidence of record and being otherwise sufficiently advised, finds that Kirksville's proposed tariff is fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

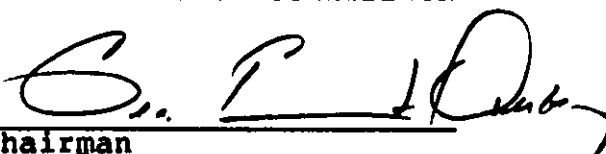
1. The non-recurring charges proposed by Kirksville and shown in Appendix A, attached hereto and incorporated herein, are approved for services rendered on and after the date of this Order.

2. The proposed rules and regulations filed December 4, 1990 as corrected by filing of December 11, 1990 are approved for services rendered on and after the date of this Order.

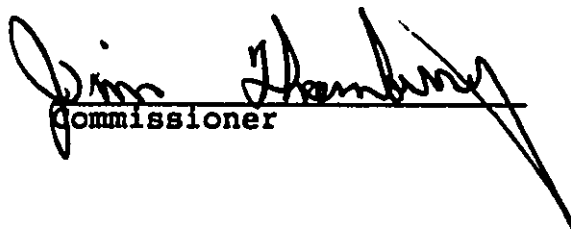
3. Within 30 days of the date of this Order, Kirksville shall file its revised tariff as approved herein.

Done at Frankfort, Kentucky, this 6th day of March, 1991.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 90-183 DATED 3/06/91

The following rates and charges are prescribed for the customers in the area served by Kirksville Water Association, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

Non-Recurring Charges

Reconnection	\$25.00	
Meter Turn On/Change Over	15.00	
Meter Recheck	15.00	
Customer Requested Meter Test	30.00	Plus Actual Cost of Having Test Performed
Service Investigation (During Office Hours)	10.00	
Service Investigation (After Office Hours)	15.00	
Returned Checks	10.00	
Flat Rate Deposit	30.00	
Tap Fee	\$450*	

* All connections requiring larger than a 5/8" x 3/4" meter shall be installed at the basic fee plus the actual cost of additional material required for the larger meter installation.